GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:3025
ANSWERED ON:16.03.2001
HELP TO NON-PERFORMING STATES
GANGASANDRA SIDDAPPA BASAVARAJ;GOWDAR MALLIKARJUNAPPA

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether the Government have decided to help backbencher States to lure foreign funds;

(b) if so, whether the states of Delhi, Maharashtra, Karnataka, Tamil Nadu and Gujarat would be considered for multilateral assistance; and

(c) if so, the steps the Government propose to take to provide this foreign funds aid to the states where it has not been so far provided?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (DR. RAMAN SINGH)

(a) to (c) : Government has already put in place a transparent, dynamic and investment friendly FDI policy placing almost all activities under the automatic route for FDI upto 100% except a small list.Choice of location of projects depends on the commercial judgement of the investors. It depends on the availability of adequate and dependable infrastructure facilities such as power, developed land, etc., and incentive and subsidies provided by State Governments for attracting investment into the States and Union Territories.